

DAILY MARKETS OVERVIEW

23 OCTOBER 2018

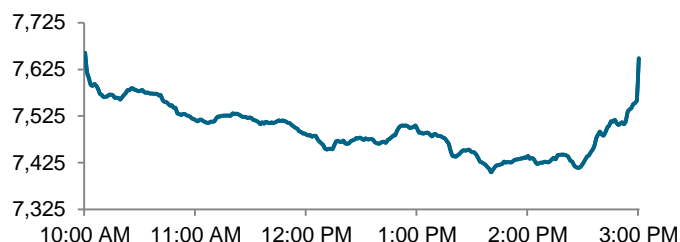
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,649	-0.2	0.0	5.8	16.1
Saudi (NOMU)	2,394	3.5	0.3	-23.8	7.9
Energy	4,416	-3.6	-6.3	3.2	15.0
Materials	5,274	-1.7	-2.7	4.4	16.6
Capital Goods	3,777	-1.6	0.1	-13.0	16.1
Com. & Prof. Svc	3,826	-2.1	-2.5	-9.0	16.6
Transportation	3,285	-4.1	-6.1	-18.1	19.6
Cons. Durables & Apparel	3,234	-2.4	-4.3	-21.9	NA
Consumer Services	2,865	-2.8	-5.1	-22.3	16.0
Media	9,730	-2.7	-6.2	25.8	NA
Retailing	5,868	0.2	-1.6	4.2	22.1
Food & Staples Retailing	5,263	-0.4	-2.2	-6.2	21.6
Food & Beverages	3,875	-1.5	1.6	-20.9	25.5
Health Care Equipment	3,304	-1.4	-3.0	-25.6	15.6
Pharma, Biotech & Life Science	3,681	-2.6	-4.0	-7.3	23.7
Banks	7,158	1.9	3.4	30.1	13.0
Diversified Financials	3,105	-1.8	-4.2	-23.0	NA
Insurance	3,472	-1.5	-3.9	-26.5	28.2
Telecommunication	5,000	0.5	1.8	17.6	16.8
Utilities	3,244	-3.4	-6.9	-28.9	NA
REITs	3,506	-1.4	-1.8	-24.3	NA
Real Estate	3,134	-2.7	-3.8	-33.3	18.8

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Export Co.	111.20	9.9%	9.4
Samba Financial Group	33.00	6.5%	234.3
National Commercial Bank	45.80	4.6%	332.1
The Saudi British Bank	35.50	4.4%	49.1
Arab National Bank	34.50	3.0%	131.3

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Jarir Marketing Co.	28-Oct-18
Middle East Paper Co.	29-Oct-18
National Agricultural Marketing Co.	30-Oct-18
Methanol Chemicals Co.	1-Nov-18
Tabuk Cement Co.	1-Nov-18
Najran Cement Co.	4-Nov-18

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of October 23, 2018
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed 0.2% lower at 7,649 while NOMU ended 3.5% higher at 2,394 on Monday. TASI traded value totaled SAR 5.7bn and averaged SAR 3.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 56.0% of the daily traded value.
- Banks ended 1.9% higher and was the best sector performer. Materials closed 1.7% lower and Telecom closed 0.5% higher. Among stocks, Saudi Industrial Export Co. (4140/SIECO AB), Samba Financial Group (1090/SAMBA AB), and National Commercial Bank (1180/NCB AB) led the gainers.
- Al-Jouf station of the Northern Train will start operations on November 7, 2018 to join the line's other four stations. Saudi Railway Co.'s BoD has approved launching night rail services at Al-Jouf station. (Source: Argaam)
- Work has begun on the King Abdullah Airport in Jizan. The project is located in Al Sabkha, 30 kilometers north of Jizan. It is set to be completed within 42 months on an area of 57,500 square meters, at a total cost exceeding SAR 2.5bn (USD 666mn). (Source: Argaam)
- The National Company for Learning and Education's (NCLE) initial public offering (IPO) has started yesterday and will run for seven days until October 28, 2018. The share offering aims to hike capital to SAR 430mn (USD 115mn) from SAR 300mn (USD 80mn) at a share price of SAR 19 per share. (Source: Argaam)
- Red Sea International Co. (4230/REDSEA AB) said it has acquired Modular Rental Solutions, a leading rental company based in Dubai, UAE. With the acquisition, the company aims to expand its footprint into the temporary rental market in the GCC. (Source: Trade Arabia)
- Saudi Arabian Mining Co. (1211/MAADEN AB) has awarded Daelim Industrial Co Ltd and Daelim Saudi Arabia Company Limited (Daelim Saudi Arabia) a SAR 3.35bn (USD 892mn) worth of contract to construct a 1.1 million tpa ammonia plant at Ras al-Khair. (Source: Argaam)
- Jeddah Economic Company (JEC) CEO revealed that infrastructure works at the world's tallest tower in Jeddah is ongoing and should complete by mid-2019. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Saudi Indian Co for Cooperative Insurance	8.91	-10.0%	6.5
Saudi Ceramic Co.	20.10	-9.1%	15.5
Saudi Steel Pipe Co.	16.80	-7.2%	5.8
Saudi Arabia Fertilizers Co.	80.00	-6.9%	75.4
Arabian Shield Cooperative Insurance Co.	16.02	-6.5%	4.7

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	89.00	1.1%	989
Saudi Basic Industries Corp.	127.00	1.6%	884
Saudi Kayan Petrochemical Co.	14.20	-5.6%	548
Alinma Bank	19.96	-1.9%	440
National Commercial Bank	45.80	4.6%	332

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,747	0.4	-0.4	-18.5	7.3
Abu Dhabi (ADX)	4,956	0.3	-0.7	12.7	13.1
Kuwait (KSE)	5,140	0.2	0.0	0.2	16.0
Qatar (QE)	10,274	1.2	0.8	20.5	16.0
Oman (MSM)	4,455	0.0	0.2	-12.6	10.2
Bahrain (BSE)	1,323	0.0	-0.1	-0.7	8.9
DJMENA Index	554	0.3	0.3	5.2	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,756	-0.4	-0.4	3.1	19.7
US (NASDAQ 100)	7,469	0.3	0.3	8.2	22.8
UK (FTSE 100)	7,043	-0.1	-0.1	-8.4	15.7
Germany (DAX)	11,524	-0.3	-0.3	-10.8	13.6
France (CAC 40)	5,053	-0.6	-0.6	-4.9	16.1
Russia (MICEX)	2,309	-1.5	-1.5	9.4	6.2
Japan (Nikkei)	22,615	0.4	0.4	-0.7	16.3
Hong Kong (HSI)	26,153	2.3	2.3	-12.6	10.0
South Korea (KOSPI)	2,162	0.3	0.3	-12.4	10.4
China (SHCOMP)	2,655	4.1	4.1	-19.7	12.5
India (NIFTY)	10,245	-0.6	-0.6	-2.7	20.8
Brazil (IBOV)	85,597	1.6	1.6	12.0	20.0
Turkey (BIST 100)	94,682	-1.8	-1.8	-17.9	7.2
Egypt (EGX30)	13,646	0.9	0.9	-9.1	12.9
MSCI Emerging Markets	983	1.2	1.2	-15.2	11.8
MSCI World	2,053	-0.4	-0.4	-2.4	17.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	79.8	0.1	0.1	19.4	38.2
Natural Gas (\$/mmbtu)	3.1	-3.4	-3.4	11.8	2.0
Gold (\$/oz)	1,222	-0.4	-0.4	-6.4	-4.6
Silver (\$/oz)	14.6	-0.1	-0.1	-14.6	-14.5
Platinum (\$/oz)	823	-1.0	-1.0	-11.6	-10.9
Copper (\$/t)	6,243	0.2	0.2	-13.4	-9.8
Zinc (\$/t)	2,719	1.6	1.6	-18.5	-13.7
Lead (\$/mt)	1,997	1.6	1.6	-20.0	-20.2
Wheat (\$/bu)	508	-1.3	-1.3	9.1	0.3
Corn (\$/bu)	370	0.7	0.7	-3.8	-5.6
Sugar (\$/lb)	13.8	-0.5	-0.5	-9.1	-8.7

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.48	0.00	0.78	0.00
Saudi Arabia	2.74	0.00	0.84	0.26
UAE	2.60	-0.04	0.81	0.12
Kuwait	2.00	-0.06	0.13	-0.48
Qatar	2.81	0.00	0.17	0.34
Bahrain	3.70	0.00	0.98	1.22

Source: Reuters

NOTES: (1) Prices updated as of October 23, 2018 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended mixed on Monday. S&P 500 decreased 0.4% while NASDAQ gained 0.3%. Dow Jones Industrial closed 0.5% lower. In Europe, UK and Germany declined 0.1% and 0.3%, respectively, while France closed 0.6% lower.
- Asian markets are trading in red on Tuesday. China is trading 1.4% lower. Japan and South Korea are down 2.3% and 2.4%, respectively. Hong Kong and India are trading 2.2% and 0.8% lower, respectively.
- GCC markets ended mixed on Monday. Dubai and Abu Dhabi closed 0.4% and 0.3% higher, respectively. Kuwait and Qatar increased 0.2% and 1.2%, respectively. Both Oman and Bahrain were flat.
- KSA's Energy Minister stated OPEC and its allies could sign a new, open-ended cooperation agreement on December 7, 2018 in Vienna, and form a new secretariat for non-OPEC members seeking to work with the group. (Source: Argam)
- The Sharjah FDI Office, known as Invest in Sharjah, inked a memorandum of understanding (MoU) with the Italian Trade Commission (ITC) to expand bilateral investment prospects between Sharjah and Italy. (Source: GulfBase)
- UAE's Federal Tax Authority (FTA) announced that its Tax Refund for Tourists Scheme will go into effect on 18 November, 2018. The first phase of the scheme, which allows tourists to request refunds of the VAT incurred on their purchases, will see the digital system implemented at Abu Dhabi, Dubai and Sharjah International Airports. (Source: Arabian Business)
- Abu Dhabi Judicial Department (ADJD) has moved to allay fears that landlords will soon be able to evict tenants more easily under new rules. In a statement published by state news agency WAM, it has affirmed that only in case of non-payment of rents can eviction be considered. (Source: Arabian Business)
- Dubai-based Depa Limited (DEPA DU) has announced two project awards with a total value of USD 41.4mn (AED 152mn). Vedder, Depa's European-based key business unit, has secured the entire interior fit-out packages for two new-build superyacht projects. (Source: Arabian Business)
- Bahrain-based Downtown Group has announced the completion of the site preparation work, comprising Package A, of the Bapco Modernisation Programme (BMP). The BMP project is located on Bahrain's eastern coast and entails the expansion of the capacity of the existing Sitra oil refinery from 267,000 barrels per day (bpd) up to 360,000 bpd. (Source: Trade Arabia)
- UAE construction group ASGC has boosted its portfolio of services with the purchase of the majority shares in the local unit of Australian façade contracting company, JML UAE, based in Dubai. (Source: Trade Arabia)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 19 (prior: 6.5mn barrels) will be announced tomorrow. (Source: Econoday)
- US New Home Sales for the month of September (prior: 629K) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended October 20 (prior: 210K; consensus: 212K) will be announced on October 25. (Source: Econoday)



Contacts

RESEARCH & ADVISORY

Research&Advisory@FransiCapital.com.sa

SAUDI FRANSI CAPITAL

Call Centre

800-125-9999

Website

www.sfc.sa

SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

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C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

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